# LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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### FISCAL IMPACT STATEMENT

**LS 7309 NOTE PREPARED:** Jan 4, 2005

BILL NUMBER: HB 1676 BILL AMENDED:

**SUBJECT:** Residency requirements for school employees.

FIRST AUTHOR: Rep. Harris T

BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: GENERAL IMPACT: Local

DEDICATED FEDERAL

**Summary of Legislation:** This bill allows the governing body of a school corporation to: (1) adopt a policy requiring its school administrators to reside within the geographic boundaries of the school corporation; and (2) include the policy as a provision of the contract of a school administrator. It repeals a statute prohibiting the governing body of a school corporation from adopting a residency requirement for teachers and other school employees.

Effective Date: July 1, 2005.

### **Explanation of State Expenditures:**

### **Explanation of State Revenues:**

**Explanation of Local Expenditures:** The bill allows the school governing body of a school corporation to requires school administrators to live in the school corporation. School administrators include the superintendent, assistant superintendents, business managers and supervisors, directors with corporation wide responsibilities, principals, and vice principals. The addition of a residency requirement to a contract could increase the cost of a contract but it is assumed that the increased cost would be funded within the current revenue stream.

### **Explanation of Local Revenues:**

## **State Agencies Affected:**

HB 1676+ 1

**Local Agencies Affected:** Local Schools.

**Information Sources:** 

Fiscal Analyst: Chuck Mayfield, 317-232-4825.

HB 1676+ 2